

The Burgess and Commissioners of Middletown

STATEMENT OF NET ASSETS
June 30, 2010

ASSETS	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
CURRENT ASSETS			
Cash and cash equivalents			
Cash held in escrow	\$ 1,872,237	\$ 452,715	\$ 2,324,952
Receivables:	307,580	-	307,580
Taxes			
Customers accounts	5,149	-	5,149
Other	-	294,411	294,411
Due from other governments	40,063	13,577	53,640
Other assets	92,704	-	92,704
TOTAL CURRENT ASSETS	37,074	18,108	55,182
	<u>2,354,807</u>	<u>778,811</u>	<u>3,133,618</u>
NON-CURRENT ASSETS			
Property, plant, and equipment, net of accumulated depreciation	5,919,294	8,433,912	14,353,206
Construction in progress	415,669	712,268	1,127,937
Bond and loan costs, net of amortization	5,380	31,112	36,492
TOTAL NONCURRENT ASSETS	<u>6,340,343</u>	<u>9,177,292</u>	<u>15,517,635</u>
TOTAL ASSETS	<u>\$ 8,695,150</u>	<u>\$ 9,956,103</u>	<u>\$ 18,651,253</u>
LIABILITIES AND FUND EQUITY			
CURRENT LIABILITIES			
Current maturities of long-term debt	\$ 93,922	\$ 326,814	\$ 420,736
Current portion of obligation under capital lease	20,707	-	20,707
Line of credit	-	486,862	486,862
Accounts payable	178,049	70,646	248,695
Bank overdraft	-	386,518	386,518
Accrued expenses	39,582	43,980	83,562
Accrued sludge removal liability	-	258,400	258,400
Developer escrow	307,581	-	307,581
Other liabilities	7,349	9,132	16,481
TOTAL CURRENT LIABILITIES	<u>647,190</u>	<u>1,582,352</u>	<u>2,229,542</u>
NON-CURRENT LIABILITIES			
Bonds and notes payable	1,136,822	2,831,909	3,968,731
Obligation under capital lease	21,805	-	21,805
TOTAL NON-CURRENT LIABILITIES	<u>1,158,627</u>	<u>2,831,909</u>	<u>3,990,536</u>
TOTAL LIABILITIES	<u>1,805,817</u>	<u>4,414,261</u>	<u>6,220,078</u>
NET ASSETS			
Invested in capital assets, net of related debt	5,061,707	5,500,593	10,562,300
Unrestricted	1,827,626	41,249	1,868,875
TOTAL NET ASSETS	<u>6,889,333</u>	<u>5,541,842</u>	<u>12,431,175</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 8,695,150</u>	<u>\$ 9,956,103</u>	<u>\$ 18,651,253</u>

The accompanying notes are an integral part of these financial statements.

BURGESS AND COMMISSIONERS OF MIDDLETOWN

STATEMENT OF ACTIVITIES
June 30, 2010

FUNCTIONS/PROGRAMS	EXPENDITURES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGE IN NET ASSETS			
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	PRIMARY GOVERNMENT BUSINESS-TYPE ACTIVITIES		TOTAL
						GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	
Primary government:								
Governmental activities:								
General government	\$ 756,767	\$ 30,345	\$ -	\$ -	\$ (726,422)	\$ -	\$ -	\$ (726,422)
Public safety	377,885	-	-	63,598	(314,287)	-	-	(314,287)
Parks and recreation	62,275	1,970	-	278,597	218,292	-	-	218,292
Public services	710,341	-	36,191	12,850	(661,300)	-	-	(661,300)
Depreciation and amortization	223,971	-	-	-	(223,971)	-	-	(223,971)
Interest on long-term debt	62,476	-	-	-	(62,476)	-	-	(62,476)
Total governmental activities	<u>2,193,715</u>	<u>32,315</u>	<u>36,191</u>	<u>355,045</u>	<u>(1,770,164)</u>	<u>-</u>	<u>-</u>	<u>(1,770,164)</u>
Business-type activities:								
Water and sewer utilities	1,301,382	1,525,074	-	23,525	-	247,217	-	247,217
Total business-type activities	<u>1,301,382</u>	<u>1,525,074</u>	<u>-</u>	<u>23,525</u>	<u>-</u>	<u>247,217</u>	<u>-</u>	<u>247,217</u>
Total primary government	<u>\$ 3,495,097</u>	<u>\$ 1,557,389</u>	<u>\$ 36,191</u>	<u>\$ 378,570</u>	<u>\$ (1,770,164)</u>	<u>\$ 247,217</u>	<u>\$ 247,217</u>	<u>\$ (1,522,947)</u>
General revenues:								
Taxes								
Property taxes					\$ 1,219,943	\$ -	\$ -	\$ 1,219,943
Income taxes					598,651	-	-	598,651
Highway taxes					26,977	-	-	26,977
Other taxes					338,046	-	-	338,046
Other income					49,510	-	-	49,510
Interest income					5,273	184	-	5,457
Total general revenues					<u>2,238,400</u>	<u>184</u>	<u>184</u>	<u>2,238,584</u>
Change in net assets					468,236	247,401	-	715,637
Net assets - beginning of year					6,421,097	5,294,441	-	11,715,538
Net assets - end of year					<u>\$ 6,889,333</u>	<u>\$ 5,541,842</u>	<u>\$ -</u>	<u>\$ 12,431,175</u>

The accompanying notes are an integral part of these financial statements.

BURGESS AND COMMISSIONERS OF MIDDLETOWN
BALANCE SHEET
GOVERNMENTAL FUND
June 30, 2010

<u>ASSETS</u>	<u>2010</u>
<u>ASSETS</u>	
Cash and cash equivalents	\$ 1,872,237
Cash held in escrow	307,581
Receivables:	
Interest	1,327
Taxes	5,149
Other	38,736
Due from other governments	92,704
Other assets	42,453
	42,453
TOTAL ASSETS	\$ 2,360,187
<u>LIABILITIES AND FUND BALANCE</u>	
<u>LIABILITIES</u>	
Accounts payable	\$ 178,049
Accrued expenses	39,582
Developer escrow	307,581
Other liabilities	7,349
	7,349
TOTAL LIABILITIES	532,561
<u>FUND BALANCE</u>	
Unrestricted	1,827,626
TOTAL FUND BALANCE	1,827,626
TOTAL LIABILITIES AND FUND BALANCE	\$ 2,360,187

The accompanying notes are an integral part of these financial statements.

BURGESS AND COMMISSIONERS OF MIDDLETOWN
 RECONCILIATION OF THE BALANCE SHEET OF THE GOVERNMENTAL FUND
 TO THE STATEMENT OF NET ASSETS
 June 30, 2010

	2010
Fund Balances - total governmental funds	\$ 1,827,626
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental fund	
Governmental capital assets	8,544,319
Less accumulated depreciation	(2,209,356)
	6,334,963
Long-term liabilities are not due and payable in 2010 and therefore are not reported in the governmental fund	(1,273,256)
Net Assets of Governmental Activities	\$ 6,889,333

BURGESS AND COMMISSIONERS OF MIDDLETOWN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUND
June 30, 2010

	2010
REVENUES	
Taxes:	
Local	\$ 1,219,943
State shared	625,629
County shared	338,046
Other	34,736
Grants:	
Capital	342,195
Operating	36,191
Other	14,341
Licenses and permits	6,467
Service charges	25,860
Interest income	5,273
Other revenues	13,270
Total Revenues	2,661,951
EXPENDITURES	
General government	788,629
Public safety	441,483
Parks and recreation	459,004
Public services	771,862
Debt service:	
Principal	102,500
Interest	62,476
Amortization	342
Total Expenditures	2,626,296
Net change in fund balance	35,655
Fund balance, beginning of year	1,791,971
Fund balance, end of year	\$ 1,827,626

The accompanying notes are an integral part of these financial statements.

BURGESS AND COMMISSIONERS OF MIDDLETOWN
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
 GOVERNMENTAL FUND
 June 30, 2010

	2010
Net change in Fund Balances - total governmental funds	\$ 35,655
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is depreciated over their estimated useful lives:	
Expenditures for capital assets	553,711
Less current year depreciation	(223,630)
	330,081
Loan proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of loan principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets	
Repayment of loan principal	102,500
Change in Net Assets of Governmental Funds	\$ 468,236

BURGESS AND COMMISSIONERS OF MIDDLETOWN
 STATEMENT OF NET ASSETS - PROPRIETARY FUND (WATER AND SEWER)
 June 30, 2010

<u>ASSETS</u>	2010
<u>CURRENT ASSETS</u>	
Cash and cash equivalents	\$ 452,715
Receivables:	
Customers accounts	294,411
Other	13,577
Other assets	18,108
	778,811
TOTAL CURRENT ASSETS	
<u>CAPITAL ASSETS</u>	
Property, plant, and equipment, net of accumulated depreciation	8,433,912
Construction in progress	712,268
Bond and loan costs, net of amortization	31,112
	9,177,292
TOTAL CAPITAL ASSETS	
TOTAL ASSETS	\$ 9,956,103
<u>LIABILITIES</u>	
<u>CURRENT LIABILITIES</u>	
Accounts payable	\$ 70,646
Bank overdraft	386,518
Current maturities of long-term debt	326,814
Line of credit	486,862
Accrued expenses	43,980
Accrued sludge removal liability	258,400
Other liabilities	9,132
	1,582,352
TOTAL CURRENT LIABILITIES	
<u>NON-CURRENT LIABILITIES</u>	
Bonds and notes payable	2,831,909
	2,831,909
TOTAL NON-CURRENT LIABILITIES	
TOTAL LIABILITIES	4,414,261
<u>NET ASSETS</u>	
Invested in capital assets, net of related debt	5,500,593
Unrestricted	41,249
	5,541,842
TOTAL NET ASSETS	
TOTAL LIABILITIES AND NET ASSETS	\$ 9,956,103

The accompanying notes are an integral part of these financial statements.

BURGESS AND COMMISSIONERS OF MIDDLETOWN
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
 FUND NET ASSETS - PROPRIETARY FUND (WATER AND SEWER)
 FOR THE YEAR ENDED JUNE 30, 2010

	2010
<u>OPERATING REVENUES</u>	
Charges for services:	
Water fees	
Sewer fees	\$ 439,160
Capital improvement fees	438,869
Late payment fees	44,775
Debt service fees	13,081
Connection fees	126,450
Improvement fees	196,000
Water tower lease	110,000
Administrative fees	138,211
	18,528
TOTAL OPERATING REVENUES	1,525,074
<u>OPERATING EXPENSES</u>	
Administrative	
Depreciation and amortization	158,624
Water expenses	351,086
Sewer expenses	204,380
	464,581
TOTAL OPERATING EXPENSES	1,178,671
OPERATING INCOME (LOSS)	346,403
<u>NON-OPERATING REVENUES (EXPENSES)</u>	
Interest income	184
Interest expense	(122,711)
	(122,527)
TOTAL NON-OPERATING REVENUES (EXPENSES)	(122,527)
<u>CAPITAL CONTRIBUTION FROM DEVELOPERS</u>	23,525
CHANGE IN NET ASSETS	247,401
TOTAL NET ASSETS, BEGINNING OF YEAR	5,294,441
TOTAL NET ASSETS, END OF YEAR	\$ 5,541,842

The accompanying notes are an integral part of these financial statements.

BURGESS AND COMMISSIONERS OF MIDDLETOWN
 STATEMENT OF CASH FLOWS - PROPRIETARY FUND (WATER & SEWER)
 FOR THE YEAR ENDED JUNE 30, 2010

	2010
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Cash received from customers	\$ 1,476,464
Cash paid to suppliers, employees, and professional contractors	(725,727)
	750,737
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u>	
Acquisition and construction of capital assets	(560,070)
Principal payments on notes payable	(316,625)
Interest paid on notes payable	(125,092)
Line of credit	486,862
Other	23,525
	(491,400)
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>	
Interest income	184
	184
INCREASE IN CASH	
	259,521
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR (net of bank overdraft)	(193,324)
CASH AND CASH EQUIVALENTS AT END OF YEAR (net of bank overdraft)	\$ 66,197

The accompanying notes are an integral part of these financial statements.

BURGESS AND COMMISSIONERS OF MIDDLETOWN
 STATEMENT OF CASH FLOWS - PROPRIETARY FUND (WATER & SEWER)
 FOR THE YEAR ENDED JUNE 30, 2010

	2010
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH</u>	
<u>PROVIDED BY OPERATING ACTIVITIES</u>	
Operating income (loss)	\$ 346,403
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation and amortization	351,086
(Increase) decrease in:	
Customer accounts receivable	(49,101)
Other receivables	(13,021)
Due from other funds	13,512
Other assets	6,758
Increase (decrease) in:	
Accounts payable	(45,755)
Accrued expenses and other liabilities	(5,510)
Accrued sludge removal liability	146,365
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 750,737</u>

The accompanying notes are an integral part of these financial statements.

BURGESS AND COMMISSIONERS OF MIDDLETOWN
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - GENERAL FUND
 YEAR ENDED JUNE 30, 2010

REVENUES	BUDGET	ACTUAL	ACTUAL OVER (UNDER) BUDGET
<u>LOCAL TAXES</u>			
Real estate	\$ 1,162,215	\$ 1,178,466	\$ 16,251
Public utility	8,800	6,057	(2,743)
Tangible personal property	35,000	39,614	4,614
Franchise (Cable)	22,000	34,736	12,736
Penalties and interest	7,000	10,305	3,305
	<u>1,235,015</u>	<u>1,269,178</u>	<u>34,163</u>
Less: Discounts	-	14,060	14,060
	<u>1,235,015</u>	<u>1,255,118</u>	<u>20,103</u>
<u>STATE SHARED TAXES AND GRANTS</u>			
Admission and amusement	15,000	36,321	21,321
Highway	20,572	26,977	6,405
Income	485,000	598,651	113,651
Police protection	15,413	15,126	(287)
POS grants	-	251,332	251,332
	<u>535,985</u>	<u>928,407</u>	<u>392,422</u>
<u>COUNTY SHARED TAXES</u>			
Tax equity program	<u>301,725</u>	<u>301,725</u>	-
<u>LICENSES AND PERMITS</u>			
Beer, wine and liquor licenses	2,000	1,955	(45)
Filing fees	6,000	11,615	5,615
Traders licenses	4,000	4,504	504
	<u>12,000</u>	<u>18,074</u>	<u>6,074</u>
<u>SERVICE CHARGES</u>			
Planning and zoning	<u>5,000</u>	<u>12,270</u>	<u>7,270</u>
<u>MISCELLANEOUS</u>			
Community events	115,500	11,944	(103,556)
Interest income	6,000	5,273	(727)
Main Street grants and receipts	-	12,850	12,850
Miscellaneous	-	902	902
Pavilion fees	1,500	1,970	470
Miscellaneous grants	2,791	113,418	110,627
	<u>125,791</u>	<u>146,357</u>	<u>20,566</u>
TOTAL REVENUES	<u>\$ 2,215,516</u>	<u>\$ 2,661,951</u>	<u>\$ 446,435</u>

BURGESS AND COMMISSIONERS OF MIDDLETOWN
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - GENERAL FUND
 YEAR ENDED JUNE 30, 2010

<u>EXPENDITURES</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>ACTUAL OVER (UNDER) BUDGET</u>
<u>GENERAL GOVERNMENT</u>			
<u>LEGISLATIVE</u>			
Advertising	\$ 3,500	\$ 1,804	\$ (1,696)
Conventions and meetings	8,000	8,200	200
Dues and subscriptions	7,200	7,008	(192)
Office supplies and expense	3,500	2,858	(642)
Salaries - commissioners	12,000	12,000	-
	<u>34,200</u>	<u>31,870</u>	<u>(2,330)</u>
<u>EXECUTIVE</u>			
Salary - burgess	6,000	6,000	-
	<u>6,000</u>	<u>6,000</u>	<u>-</u>
<u>ELECTION</u>			
Advertising	-	206	206
Clerk fee	1,200	435	(765)
Supplies	500	-	(500)
	<u>1,700</u>	<u>641</u>	<u>(1,059)</u>
<u>PROFESSIONAL SERVICES</u>			
Audit fee	20,000	13,765	(6,235)
Legal - development	7,000	798	(6,202)
Legal - ordinance	7,000	14,425	7,425
	<u>34,000</u>	<u>28,988</u>	<u>(5,012)</u>
<u>PLANNING AND ZONING</u>			
Salaries	37,536	33,500	(4,036)
Board member compensation	8,650	375	(8,275)
Zoning expenses	3,100	5,503	2,403
	<u>49,286</u>	<u>39,378</u>	<u>(9,908)</u>
<u>GENERAL SERVICES</u>			
<u>ADMINISTRATION</u>			
Capital outlay	-	95,460	95,460
Administrative salaries	182,580	173,172	(9,408)
Amortization	-	342	342
Communications	11,700	9,338	(2,362)
Computer expense	17,000	14,034	(2,966)
Copier lease	-	7,291	7,291
Dues and subscriptions	200	138	(62)
Meetings and conventions	100	93	(7)
Office supplies and expense	16,000	14,449	(1,551)
Office maintenance and utilities	39,260	31,188	(8,072)
Postage and printing	3,000	2,264	(736)
Professional services	5,000	12,981	7,981
	<u>\$ 274,840</u>	<u>\$ 360,750</u>	<u>\$ 85,910</u>

BURGESS AND COMMISSIONERS OF MIDDLETOWN
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - GENERAL FUND
 YEAR ENDED JUNE 30, 2010

<u>OPERATIONS</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>ACTUAL OVER (UNDER) BUDGET</u>
Director salary	\$ 84,615	\$ 80,222	\$ (4,393)
Maintenance salaries	38,760	24,593	(14,167)
Communications	2,500	3,563	1,063
Dues and subscriptions	500	-	(500)
Maintenance and repairs	11,100	8,776	(2,324)
Supplies and expense	7,400	6,994	(406)
Tools and equipment	2,500	1,213	(1,287)
	<u>147,375</u>	<u>125,361</u>	<u>(22,014)</u>
 <u>PUBLIC SAFETY</u>			
Fire company donation	15,000	15,000	-
School safety guard and supplies	12,050	13,496	1,446
Resident trooper program	351,775	349,389	(2,386)
	<u>378,825</u>	<u>377,885</u>	<u>(940)</u>
 <u>SANITATION AND WASTE REMOVAL</u>			
Collection and disposal fees	229,840	230,287	447
Eco-bags, yard waste, and recycling	35,700	49,626	13,926
	<u>265,540</u>	<u>279,913</u>	<u>14,373</u>
 <u>PARKS, RECREATION AND CULTURE</u>			
Capital outlay	-	396,729	396,729
Park interest	48,447	48,447	-
Park loan payments	73,335	73,335	-
Park salaries	24,480	29,205	4,725
Park electricity	2,700	2,049	(651)
Park repairs and maintenance	16,550	8,167	(8,383)
Park mowing	19,500	20,653	1,153
	<u>185,012</u>	<u>578,585</u>	<u>393,573</u>
 <u>HIGHWAYS AND STREETS</u>			
Capital outlay	-	61,522	61,522
Street interest	9,270	10,735	1,465
Street loan payments	9,500	9,500	-
Maintenance salaries	65,280	96,242	30,962
Equipment operations and repairs	25,525	9,751	(15,774)
Mowing	17,000	25,929	8,929
Repairs and resurfacing	45,000	17,447	(27,553)
Signs	4,000	3,017	(983)
Street lighting	130,000	154,354	24,354
Snow removal	32,750	106,393	73,643
Storm water management	10,350	3,539	(6,811)
Truck repair and operation	14,600	16,091	1,491
Case loader - principal and interest	3,295	22,960	19,665
	<u>\$ 366,570</u>	<u>\$ 537,480</u>	<u>\$ 170,910</u>

BURGESS AND COMMISSIONERS OF MIDDLETOWN
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - GENERAL FUND
 YEAR ENDED JUNE 30, 2010

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>ACTUAL OVER (UNDER) BUDGET</u>
<u>MAIN STREET</u>			
Salaries	\$ 15,300	\$ 11,059	\$ (4,241)
MIP Grant expenses	103,500	-	(103,500)
Office expenses	8,500	9,956	1,456
	<u>127,300</u>	<u>21,015</u>	<u>(106,285)</u>
<u>MISCELLANEOUS</u>			
Community events	50,000	64,131	14,131
Donations	1,500	800	(700)
Insurance - property	13,658	11,931	(1,727)
Insurance - employee	72,532	76,001	3,469
Insurance - workers compensation	14,379	8,776	(5,603)
Miscellaneous	4,200	4,890	690
Payroll taxes	28,482	36,489	8,007
Pension	32,200	31,058	(1,142)
Travel	3,500	3,174	(326)
Web page and directory	1,500	1,180	(320)
	<u>221,951</u>	<u>238,430</u>	<u>16,479</u>
TOTAL EXPENDITURES	<u>2,092,599</u>	<u>2,626,296</u>	<u>533,697</u>
EXCESS OF REVENUE OVER EXPENDITURES	122,917	35,655	(87,262)
FUND BALANCE AT BEGINNING OF YEAR	<u>1,791,971</u>	<u>1,791,971</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 1,914,888</u>	<u>\$ 1,827,626</u>	<u>\$ (87,262)</u>

BURGESS AND COMMISSIONERS OF MIDDLETOWN
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
 NET ASSETS - BUDGET AND ACTUAL - WATER AND SEWER FUND
 YEAR ENDED JUNE 30, 2010

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>ACTUAL OVER (UNDER) BUDGET</u>
<u>OPERATING REVENUES</u>			
Charges for services:			
Water revenue	\$ 428,167	\$ 439,160	\$ 10,993
Sewer revenue	429,260	438,869	9,609
Penalties and interest	17,740	13,081	(4,659)
Debt service fee	-	126,450	126,450
Connection fees	-	196,000	196,000
Improvement fees	-	110,000	110,000
Cellular tower leases	-	138,211	138,211
Capital improvement fee	-	44,775	44,775
Miscellaneous income	-	18,528	18,528
TOTAL OPERATING REVENUES	875,167	1,525,074	649,907
<u>ADMINISTRATIVE EXPENSES</u>			
Amortization	-	4,297	4,297
Depreciation	-	346,789	346,789
Salaries - office	40,844	40,295	(549)
Advertising	500	627	127
Communications	6,000	6,301	301
Dues and subscriptions	250	235	(15)
Insurance - property	17,079	13,663	(3,416)
Insurance - worker's compensation	13,652	11,336	(2,316)
Insurance - health	40,692	38,930	(1,762)
Meetings and seminars	250	207	(43)
Office supplies and expense	9,664	7,177	(2,487)
Payroll taxes	13,278	14,724	1,446
Pension	16,000	15,362	(638)
Postage	6,000	5,524	(476)
Professional services - legal	4,500	4,178	(322)
Real estate taxes	(3,300)	(2,628)	672
Travel	100	62	(38)
Uniforms	2,700	2,973	273
Vehicle expenses	12,000	12,679	679
TOTAL ADMINISTRATIVE EXPENSES	180,209	522,731	342,522
<u>WATER EXPENSES</u>			
<u>WATER</u>			
Salaries and wages	84,359	71,972	(12,387)
<u>WATER DISTRIBUTION SYSTEM</u>			
Chemicals	500	24	(476)
Mowing	-	792	792
Repairs and maintenance	13,237	21,832	8,595
Supplies	5,558	888	(4,670)
Tools and equipment	1,000	3,217	2,217
TOTAL WATER DISTRIBUTION SYSTEM EXPENSES	\$ 20,295	\$ 26,753	\$ 6,458

BURGESS AND COMMISSIONERS OF MIDDLETOWN
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
 NET ASSETS - BUDGET AND ACTUAL - WATER AND SEWER FUND
 YEAR ENDED JUNE 30, 2010

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>ACTUAL OVER (UNDER) BUDGET</u>
<u>WATER PLANT SYSTEM</u>			
Chemicals	\$ 18,393	\$ 14,191	\$ (4,202)
Electric	40,102	37,322	(2,780)
Repairs and maintenance	12,000	7,724	(4,276)
Supplies	1,500	1,822	322
Testing and analysis	3,000	4,639	1,639
Mowing	-	1,008	1,008
	<u>74,995</u>	<u>66,706</u>	<u>(8,289)</u>
TOTAL WATER PLANT SYSTEM			
	<u>74,995</u>	<u>66,706</u>	<u>(8,289)</u>
TOTAL WATER SYSTEM EXPENSES			
	<u>179,649</u>	<u>165,431</u>	<u>(14,218)</u>
<u>SEWER EXPENSES</u>			
<u>SEWER</u>			
Salaries and wages	96,249	80,669	(15,580)
<u>SEWER COLLECTION SYSTEM</u>			
Cone Branch pumping station	18,706	17,194	(1,512)
Brookridge South pumping station	6,175	4,380	(1,795)
Foxfield pumping station	5,699	4,354	(1,345)
Sanitary sewer lines and manholes	14,285	9,885	(4,400)
	<u>44,865</u>	<u>35,813</u>	<u>(9,052)</u>
TOTAL SEWER COLLECTION SYSTEM EXPENSES			
	<u>44,865</u>	<u>35,813</u>	<u>(9,052)</u>
<u>EAST WASTEWATER TREATMENT PLANT</u>			
Chemicals	39,640	35,126	(4,514)
Electric	52,049	37,915	(14,134)
Mowing	7,750	6,192	(1,558)
Repairs and maintenance	10,000	6,167	(3,833)
Sludge hauling	35,759	52,361	16,602
Supplies	6,862	4,661	(2,201)
Testing and analysis	18,030	11,372	(6,658)
Tools and equipment	6,374	4,249	(2,125)
	<u>\$ 176,464</u>	<u>\$ 158,043</u>	<u>\$ (18,421)</u>
TOTAL EAST WASTEWATER TREATMENT PLANT EXPENSES			

BURGESS AND COMMISSIONERS OF MIDDLETOWN

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
NET ASSETS - BUDGET AND ACTUAL - WATER AND SEWER FUND
YEAR ENDED JUNE 30, 2010

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>ACTUAL OVER (UNDER) BUDGET</u>
<u>WEST WASTEWATER TREATMENT PLANT</u>			
Chemicals	\$ 51,110	\$ 42,206	\$ (8,904)
Electric	24,535	19,832	(4,703)
Mowing	3,750	3,193	(557)
Repairs and maintenance	10,000	10,484	484
Sludge hauling	25,006	133,636	108,630
Supplies	1,953	768	(1,185)
Testing and analysis	7,088	5,251	(1,837)
Tools and equipment	500	614	114
	<u>123,942</u>	<u>215,984</u>	<u>92,042</u>
TOTAL WEST WASTEWATER TREATMENT PLANT EXPENSES			
	<u>441,520</u>	<u>490,509</u>	<u>48,989</u>
TOTAL SEWER SYSTEM EXPENSES			
	<u>801,378</u>	<u>1,178,671</u>	<u>377,293</u>
TOTAL OPERATING EXPENSES			
OPERATING INCOME (LOSS)	<u>73,789</u>	<u>346,403</u>	<u>272,614</u>
<u>OTHER INCOME (EXPENSE)</u>			
Capital contributions from developers	-	23,525	23,525
Interest income	-	184	184
Interest expense	-	(122,711)	(122,711)
	<u>-</u>	<u>(99,002)</u>	<u>(99,002)</u>
TOTAL OTHER INCOME (EXPENSE)			
NET INCOME (LOSS)	73,789	247,401	173,612
NET ASSETS AT BEGINNING OF YEAR	<u>5,294,441</u>	<u>5,294,441</u>	<u>-</u>
NET ASSETS AT END OF YEAR	<u>\$ 5,368,230</u>	<u>\$ 5,541,842</u>	<u>\$ 173,612</u>